



### PRESS NOTICE

#### SECTORAL INCOME INDEX 1985

Estimates of farming income in 1985  
compared with 1984

(Estimates at 13 December 1985)

1. Following the increase in 1984, the income of the agricultural sector in the Community has again deteriorated in 1985, a result notably of the adverse weather conditions in many regions, particularly when compared with the unusually favourable conditions in 1984.

The indicator of the income available for distribution to all persons employed in agriculture (indicator 2), shows a decrease of about 8% for the Community as a whole in 1985 as compared with 1984. In 1984 this income indicator increased by 3% as compared with 1983 and declined by 6% in 1983 as compared with 1982.

The indicator of the income available for distribution to the non-hired agricultural labour force (mainly the holder and members of his family) (indicator 3) is estimated to be 12% smaller in 1985 as compared with 1984. In 1984 this indicator had increased by 5% as compared with 1983 and declined by almost 10% in 1983 as compared with 1982.

These income indicators relate to 9 Member States, Greece is excluded, being unable to provide all the results necessary for their calculation.

The indicator 2 is obtained by deducting from agricultural net value added at factor cost (indicator 1) rent and interest payments, the indicator 3 by deducting rent and interest payments and wages from net value added at factor cost.

2. The indicator of agricultural net value added (at factor cost, in real terms, per unit of labour input of all persons employed in agriculture) shows a fall of 5,7% in 1985 as compared with 1984. In 1984 this indicator increased by a little over 4% as compared with 1983 and fell by 5% in 1983 as compared with 1982.

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3. A rapid analysis by Member States of the evolution between 1985 and 1984 of real net value added (at factor cost per unit of labour input) shows that, with the exception of Italy (+3,2%) and Denmark (+1,5%) income decreases occurred in all countries. The decrease was particularly marked for the United Kingdom (-17,5%), the Federal Republic of Germany (-15,0%), Ireland (-12,2%) and France (-9,0%) while for the Netherlands (-4,4%) and Luxembourg (-2,9%) it lies below the EC average. The fall is slight for Belgium (-0,6%) and Greece (-0,8%).

The fall in income in 1985 follows, in most cases, significant increases in 1984. This is particularly marked in the Federal Republic of Germany (+18,5% in 1984), Ireland (+13,6%) and the United Kingdom (+10,0%).

If one considers the longer term development of agricultural incomes in the Community, leaving aside annual variations which may be sizeable, one may note for the Community as a whole, a certain stability in agricultural incomes over the past ten years. The index of net value added at factor cost per unit of labour input in real terms for the period 1983-1984-1985 is at practically the same level as for 1973-1974-1975 and is about 3% above the mean level for the period 1980-1981-1982.

4. All figures are expressed in real terms per unit of agricultural labour force, after removing the effects of inflation by using the implicit price index of gross domestic product at market prices.

As in previous years, all these estimates are based on a common methodology for compiling economic accounts for agriculture which has been agreed with the Member States. This requires the inclusion of the evaluation of changes in stocks. National results already published in Member States (for example France) may differ significantly from the estimates referred to above because of a different treatment of stocks or other elements.

5. The estimates presented here are provisional. EUROSTAT will publish, at the beginning of 1986, revised estimates and a detailed analysis of the evolution of farming income, Member State by Member State.



SECTORAL INCOME INDEX 1985  
1985-% rates of change compared with 1984

No.	Heading	D	F	I	NL	B	L	UK	IRL	DK	HELLAS	EUR 10
1	Nominal net value added at factor cost	-14,5	-6,7	+7,7	-3,0 <sup>1)</sup>	+2,5	-2,3	-13,8	-9,1	+1,7	+16,3	-3,3
2	Labour force (Input) <sup>2)</sup>	-1,5	-3,0	-3,5	-0,8	-1,5	-3,5	-0,9	-2,5	-3,6	-1,7	-2,4
3	Nominal net value added at factor cost per unit of labour input	-13,2	-3,8	+11,6	-2,2	+4,1	+1,2	-13,0	-6,8	+5,5	+18,3	-0,9
4	Implicit price index of gross domestic product at market prices	+2,1	+5,7	+8,1	+2,3	+4,7	+4,2	+5,5	+6,1	+3,9	+19,3 <sup>3)</sup>	+5,1
5	Real net value added at factor cost per unit of labour input	-15,0	-9,0	+3,2	-4,4	-0,6	-2,9	-17,5	-12,2	+1,5	-0,8	-5,7

1) Rounded to the nearest half per cent.

2) Labour input of all persons employed in agriculture.

3) Taking account of the political economic measures of 13 October 1985.

SECTORAL INCOME INDEX 1985  
1984-% rates of change compared with 1983

No.	Heading	D	F	I	NL	B	L	UK	IRL	DK	HELLAS	EUR 10
1	Nominal net value added at factor cost	+18,9	+7,6	+0,5	+7,7	-0,9	+2,9	+13,3	+16,3	+35,6	+27,4	+7,6
2	Labour force (Input) <sup>1)</sup>	-1,6	-2,1	-3,7	-0,4	-1,4	-2,0	-1,3	-3,9	-3,3	-2,1	-2,3
3	Nominal net value added at factor cost per unit of labour input	+20,8	+9,9	+4,4	+8,1	+0,5	+5,0	+14,8	+21,0	+40,2	+30,1	+10,1
4	Implicit price index of gross domestic product at market prices	+1,9	+7,3	+10,7	+2,6	+5,3	+6,7	+4,4	+6,5	+5,7	+19,9	+5,7
5	Real net value added at factor cost per unit of labour input	+18,5	+2,4	-5,7	+5,4	-4,6	-1,6	+10,0	+13,6	+32,6	+8,5	+4,2

1) Labour input of all persons employed in agriculture.

Indices of real net value added at factor cost

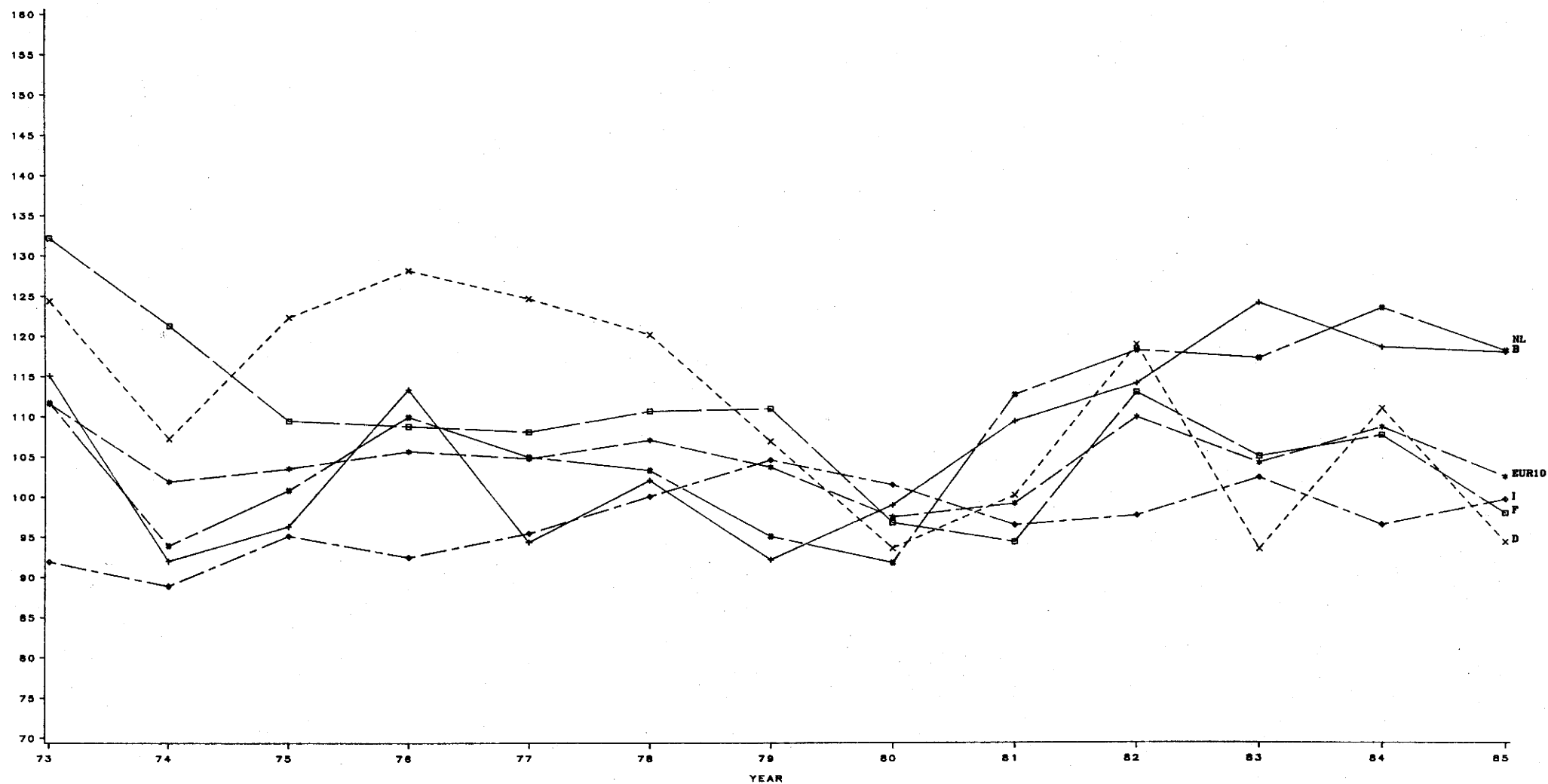
per unit of labour input

"1980" (1) = 100

	1973	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983	1984	1985
D	124,4	107,2	122,3	128,1	124,6	120,1	106,8	93,5	100,1	118,8	93,4	110,8	94,2
F	132,2	121,3	109,4	108,7	108,0	110,6	110,9	96,7	94,3	112,9	104,9	107,5	97,8
I	91,9	88,9	95,1	92,4	95,4	100,0	104,5	101,4	96,4	97,6	102,3	96,4	99,5
NL	111,7	93,9	100,8	109,9	104,9	103,2	95,0	91,7	112,6	118,1	117,1	123,3	117,9
B	115,1	92,0	96,3	113,3	94,3	102,0	92,1	98,9	109,3	114,0	124,0	118,4	117,7
L	107,8	89,9	98,4	84,3	108,2	101,1	103,8	95,0	101,9	139,7	118,9	117,0	113,6
UK	129,9	116,3	114,6	121,6	112,3	107,8	103,4	96,3	101,2	111,8	103,5	113,9	94,0
IRL	109,0	97,3	116,5	111,1	136,8	139,8	111,7	93,2	97,2	104,7	109,6	124,3	109,1
DK	110,8	103,3	84,2	86,7	98,8	106,8	91,1	98,1	110,6	132,4	115,4	152,8	155,1
GR	81,0	79,1	80,2	87,7	84,1	94,6	90,0	102,0	106,2	117,4	107,3	116,4	115,5
EUR 10	111,6	101,9	103,5	105,6	104,7	107,0	103,6	97,4	99,1	109,8	104,1	108,5	102,3

(1) "1980" =  $(1979 + 1980 + 1981) \div 3$ .

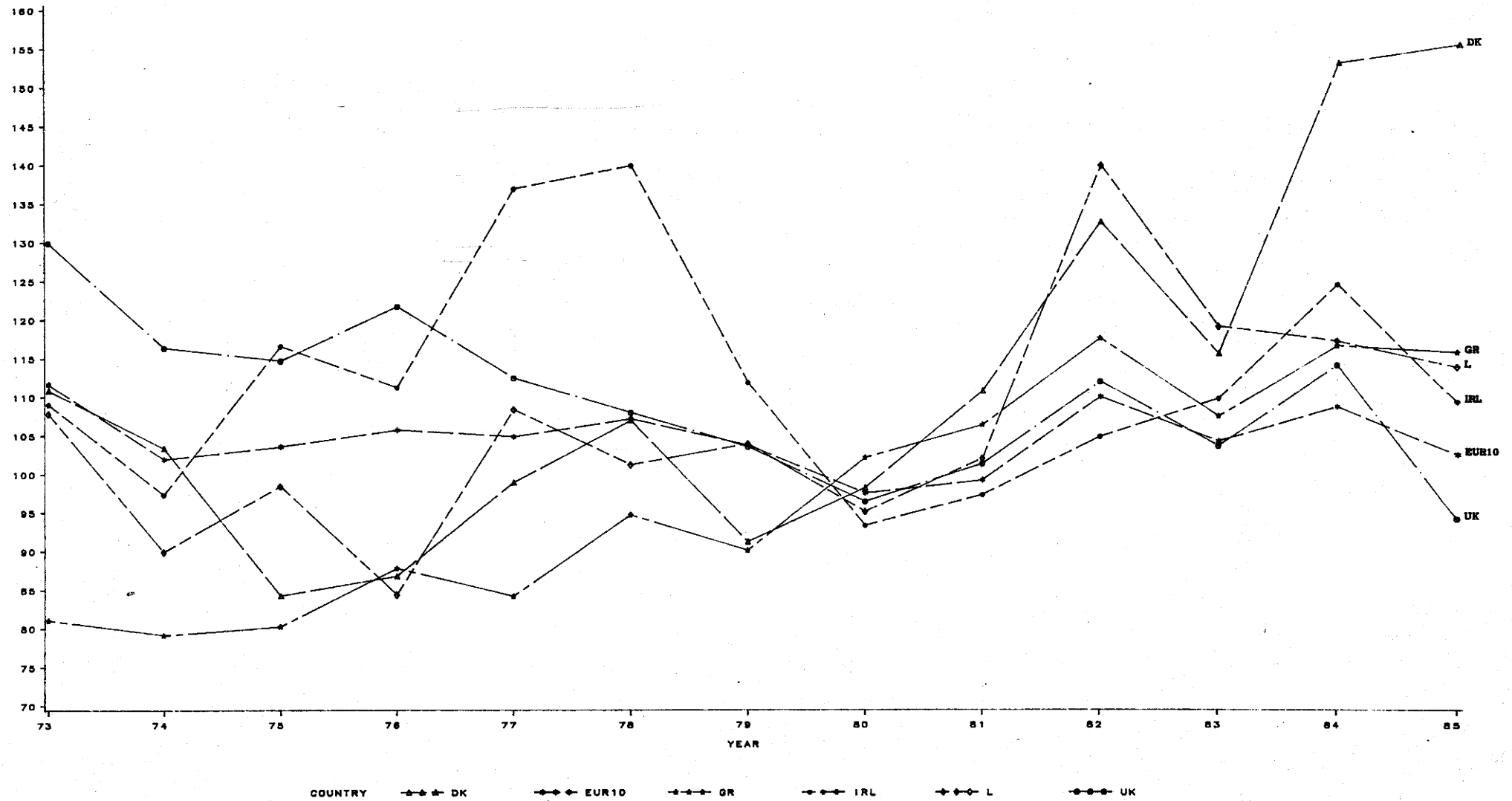
INDICES OF REAL NET VALUE ADDED AT FACTOR COST  
PER UNIT OF LABOUR INPUT  
"1980"(a)=100.0  
(1985=estimate)



(a) "1980"=(1979+1980+1981)/3

COUNTRY ——— B ——— D ——— EUR10 ——— F ——— I ——— NL

INDICES OF REAL NET VALUE ADDED AT FACTOR COST  
PER UNIT OF LABOUR INPUT  
"1980"(a)=100.0  
(1985=estimates)



(a) "1980"=(1979+1980+1981)/3



